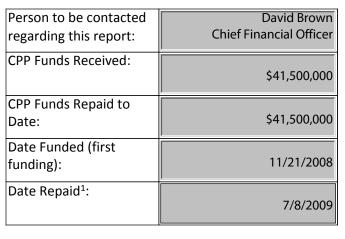
ANNUAL USE OF CAPITAL SURVEY - 2009

NAME OF INSTITUTION

(Include Holding Company Where Applicable)

First Community Bancshares, Inc. and First Community Bank, N. A., its wholly-owned subsidiary bank



RSSD:	
(For Bank Holding Companies)	1478017
Holding Company Docket Number:	
(For Thrift Holding Companies)	
FDIC Certificate Number:	
(For Depository Institutions)	13012
City:	
	Bluefield
State:	
	Virginia

¹If repayment was incremental, please enter the most recent repayment date.

American taxpayers are quite interested in knowing how banks have used the money that Treasury has invested under the Capital Purchase Program (CPP). To answer that question, Treasury is seeking responses that describe generally how the CPP investment has affected the operation of your business. We understand that once received, the cash associated with TARP funding is indistinguishable from other cash sources, unless the funds were segregated, and therefore it may not be feasible to identify precisely how the CPP investment was deployed or how many CPP dollars were allocated to each use. Nevertheless, we ask you to provide as much information as you can about how you have used the capital Treasury has provided, and how your uses of that capital have changed over time. Treasury will be pairing this survey with a summary of certain balance sheet and other financial data from your institution's regulatory filings, so to the extent you find it helpful to do so, please feel free to refer to your institution's quarterly call reports to illustrate your answers. This is your opportunity to speak to the taxpayers in your own words, which will be posted on our website.

What specific ways did your institution utilize CPP capital? Check all that apply and elaborate as appropriate, especially if the uses have shifted over time. Your responses should reflect actions taken over the past year (or for the portion of the year in which CPP funds were outstanding).

	of 2009, roughly the period during which the Treasury held the investment.



	increased lending, please describe the major type of loans, if possible (residential mortgage loans, commercial mortgage loans, small business loans, etc.).	We saw significant new loan production in all areas, but the greatest were residential mortgage loans, commercial mortgage loans, and commercial and industrial loans, with new loan production of \$16 million, \$19 million, and \$11 million, respectively.
X	Increase securities purchased (ABS, MBS, etc.).	To aid in the liquidity of the mortgage markets, we purchased \$123 million of mortgage-backed securities during the first six months of 2009.
	Make other investments	
	Increase reserves for non-performing assets	

	Reduce borrowings	
,		
	Increase charge-offs	
	inter eace charge one	
	Purchase another financial institution or	Although we have acquired two banks over the past 15 months, neither acquisition was completed
	Purchase another financial institution or purchase assets from another financial	Although we have acquired two banks over the past 15 months, neither acquisition was completed with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	Purchase another financial institution or purchase assets from another financial institution	Although we have acquired two banks over the past 15 months, neither acquisition was completed with CPP funds. The first of these was committed to and closed prior to the Treasury funding its investment, and the second closed subsequent to the redemption of the CPP investment.
	purchase assets from another financial	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial institution	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial institution Held as non-leveraged increase to total	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial institution	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial institution Held as non-leveraged increase to total	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial institution Held as non-leveraged increase to total	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial institution Held as non-leveraged increase to total	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial institution Held as non-leveraged increase to total	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial institution Held as non-leveraged increase to total	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial institution Held as non-leveraged increase to total	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial institution Held as non-leveraged increase to total	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial institution Held as non-leveraged increase to total	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial institution Held as non-leveraged increase to total	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its
	purchase assets from another financial institution Held as non-leveraged increase to total	with CPP funds. The first of these was committed to and closed prior to the Treasury funding its

What actions were you able to avoid because of the capital infusion of CPP funds?		
Like many other CPP recipients, the capital infusion allowed us to continue lending and supporting the communities we serve. Without excess		
capital, many institutions have had to curtail lending efforts.		

What actions were you able to take that you may not have taken without the capital infusion of CPP funds?		

Please describe any other actions that you were able to undertake with the capital infusion of CPP funds.		

According to the Paperwork Reduction Act of 1995, no persons are required to respond to a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 1505-0222. The time required to complete this information collection is estimated to average 80 hours per response.